



JACKIE LACEY
LOS ANGELES COUNTY DISTRICT ATTORNEY

18000 CLARA SHORTRIDGE FOLTZ CRIMINAL JUSTICE CENTER
210 WEST TEMPLE STREET LOS ANGELES, CA 90012-3210 (213) 974-3501

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

April 09, 2013

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

37 April 9, 2013

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

Dear Supervisors:

AUTHORIZE THE DISTRICT ATTORNEY TO ENTER INTO GRANT AWARD AGREEMENTS (GAA) WITH THE STATE OF CALIFORNIA, DEPARTMENT OF INSURANCE (CDI) FOR THE WORKERS' COMPENSATION INSURANCE FRAUD (WCIF), DISABILITY AND HEALTHCARE INSURANCE FRAUD (DHIF), AND AUTOMOBILE INSURANCE FRAUD (AIF) PROGRAMS FOR FISCAL YEAR 2013-14 (ALL DISTRICTS) (3-VOTES)

SUBJECT

The Workers' Compensation Insurance Fraud (WCIF), Disability and Healthcare Insurance Fraud (DHIF), and Automobile Insurance Fraud (AIF) Programs support enhanced investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively. The District Attorney is requesting the Board sign the attached resolutions required to enter into Grant Award Agreements (GAA) with California Department of Insurance (CDI) for grant funds for Fiscal Year (FY) 2013-14.

IT IS RECOMMENDED THAT THE BOARD:

Adopt the attached Resolutions authorizing the District Attorney to enter into an agreement for each of the WCIF, DHIF, and AIF Programs with the State of California, Department of Insurance (CDI) for the period of July 1, 2013 to June 30, 2014. There is no required County match for these grants.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

On February 14, 2013, the District Attorney's Office (DA) received the FY 2013-14 Request for Applications (RFAs) for WCIF, DHIF, and AIF Programs. The objective of these programs is to

promote coordination and active partnerships in anti-fraud efforts.

The attached resolutions require Board adoption as part of the Grant Award Agreement (GAA). The attached resolutions have been approved as to form by County Counsel and adoption of the resolutions will satisfy County and State requirements.

Implementation of Strategic Plan Goals

The recommended actions support the County's Strategic Plan Goal No. 3, Integrated Services Delivery, by ensuring that the committed efforts of the public safety partners continue to maintain and improve the safety and security of the people of Los Angeles County, by using funds for law enforcement operation costs that enhance the quality of criminal investigations for prosecution.

FISCAL IMPACT/FINANCING

The District Attorney's Office will notify your Board once funds have been awarded to WCIF, DHIF, and AIF Programs for FY 2013-14.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Pursuant to Insurance Code Sections 1872.83(d) (WCIF), 1872.85 (c)(2) (DHIF), and 1872.8(b)(1) (D) (AIF), CDI is authorized to award and distribute certain funds to District Attorneys submitting plans approved by the Fraud Division for the increased investigation and prosecution of workers' compensation fraud cases, fraudulent disability and healthcare insurance claims, and organized automobile insurance fraud activity, respectively.

The DA has been awarded funding for the WCIF for the past nineteen years, DHIF for seven years, and AIF for nineteen years.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

These programs do not propose attorney staff augmentation. Therefore, the DA is not subject to the Board Motion of December 15, 1998, requiring clearance with the Alternate Public Defender, Probation, Public Defender, and Sheriff's Departments.

CONCLUSION

Following Board approval, the Executive Officer-Clerk of the Board is requested to return two (2) copies of the adopted Board Letter, and two (2) copies each of the executed Resolutions to Ms. Emily Aidells, District Attorney's Office, 201 N. Figueroa Street, Suite 1300, California, 90012. Any

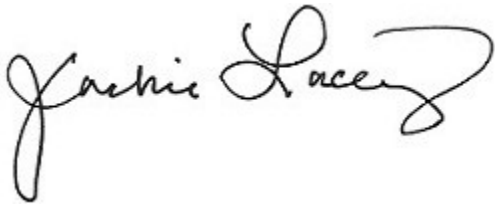
The Honorable Board of Supervisors

4/9/2013

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questions may be directed to Ms. Aidells at (213) 202-7674.

Respectfully submitted,

A handwritten signature in black ink, reading "Jackie Lacey". The signature is fluid and cursive, with the first name "Jackie" and last name "Lacey" clearly distinguishable.

JACKIE LACEY

District Attorney

vc

Enclosures

c: Chief Executive Officer
County Counsel
Executive Officer, Board of Supervisors

1 **BOARD OF SUPERVISORS**
2 **COUNTY OF LOS ANGELES**
3 **RESOLUTION**

4 Authorization to Accept a Grant Award from the
5 State of California, Department of Insurance
6 Pursuant to California Insurance Code
7 Chapter 12, commencing with § 1871, et seq.

8 **WHEREAS**, the provisions of § 1872.83 of the California
9 Insurance Code authorize the State of California, Department of Insurance to
10 award and distribute certain funds to District Attorneys submitting plans
11 approved by the Fraud Division for the increased investigation and
12 prosecution of fraudulent workers' compensation claims; and the District
13 Attorney is charged with providing prosecution of all felony offenses
14 committed within this County; and

15 **WHEREAS**, the Board of Supervisors of Los Angeles County
16 recognizes that fraudulent claims are costing our citizens millions of dollars
17 annually, with thousands of jobs being lost due to local business closures
18 precipitated by escalating workers' compensation costs caused by fraud; and

19 **WHEREAS**, the County of Los Angeles, acting through its Board
20 of Supervisors, desires to combat workers' compensation insurance fraud by
21 undertaking a certain project designated the "Workers' Compensation
22 Insurance Fraud Program" by the District Attorney, to be funded through
23 funds made available by the Insurance Fraud Prevention Act as provided for
24 pursuant to California Insurance Code § 1872.83, administered by the State
25 of California, Department of Insurance; and

26 **WHEREAS**, the State of California, Department of Insurance
approved the fraud reduction plan submitted by the Los Angeles County District

1 Attorney's Office for FY 2013-2014, for the Workers' Compensation Insurance
2 Fraud Program for this specific task.

3 **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors
4 of the County of Los Angeles hereby authorizes and approves acceptance of grant
5 funds from the State of California, Department of Insurance, to be used
6 exclusively for the program designated the "Workers' Compensation Insurance
7 Fraud Program" for the period covering July 1, 2013 to June 30, 2014;

8 **BE IT FURTHER RESOLVED** that the County of Los Angeles
9 hereby authorizes the District Attorney to serve as Project Director and to
10 perform all further tasks necessary for the completion of the project, including
11 any extensions, execution and submission of amendments, progress reports,
12 and payment requests relating to the Grant Award Agreement;

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1 I DO HEREBY CERTIFY that at a regular meeting of the Board of
2 Supervisors of the County of Los Angeles, on this 9th day of
3 April, 2013, the foregoing Resolution was adopted.

4 IN WITNESS WHEREOF, I have hereunto set my hand and
5 affixed the seal of the Board of Supervisors of the County of Los Angeles
6 this 9th day of April, 2013.



County of Los Angeles

10 By Paul R. Rodriguez-Thorne
11 Chairman, Board of Supervisors

12
13 APPROVED AS TO FORM
14 BY COUNTY COUNSEL:

15 JOHN F. KRATTLI

ATTEST: SACHI A. HAMAI
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

16 By Jennifer A. D. Lehman
17 Jennifer A. D. Lehman
18 Principal Deputy County Counsel

By Sachelle Smitherman, Deputy

1 **BOARD OF SUPERVISORS**
2 **COUNTY OF LOS ANGELES**
3 **RESOLUTION**

4 Authorization to Accept a Grant Award from the
5 State of California, Department of Insurance
6 Pursuant to California Insurance Code
7 Chapter 12, commencing with § 1871, et seq.

8 **WHEREAS**, the provisions of § 1872.85 of the California
9 Insurance Code authorize the State of California, Department of Insurance to
10 award and distribute certain funds to District Attorneys submitting plans
11 approved by the Fraud Division for the increased investigation and
12 prosecution of fraudulent disability and healthcare insurance claims; and the
13 District Attorney is charged with providing prosecution of all felony offenses
14 committed within this County; and

15 **WHEREAS**, the Board of Supervisors of Los Angeles County
16 recognizes that fraudulent healthcare and disability insurance claims are costing
17 our citizens millions of dollars annually, as reflected in higher insurance premiums
18 and increased costs for medical services and equipment; and

19 **WHEREAS**, the County of Los Angeles, acting through its Board
20 of Supervisors, desires to combat disability and healthcare insurance fraud
21 by undertaking a certain project designated the "Disability and Healthcare
22 Insurance Fraud Program" by the District Attorney, to be funded pursuant to
23 the Insurance Fraud Prevention Act as provided in California Insurance Code
24 § 1872.85 and administered by the State of California, Department of
Insurance; and

25 **WHEREAS**, the State of California, Department of Insurance
26 approved the fraud reduction plan submitted by the Los Angeles County District

1 Attorney's Office for FY 2013-2014, for the Disability and Healthcare Insurance
2 Fraud Program.

3 **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors
4 of the County of Los Angeles hereby authorizes and approves acceptance of grant
5 funds from the State of California, Department of Insurance, to be used
6 exclusively for the program designated the "Disability and Healthcare Insurance
7 Fraud Program" for the period covering July 1, 2013 to June 30, 2014;

8 **BE IT FURTHER RESOLVED** that the County of Los Angeles
9 hereby authorizes the District Attorney to serve as Project Director and to
10 perform all further tasks necessary for the completion of the project, including
11 any extensions, execution and submission of amendments, progress reports,
12 and payment requests relating to the Grant Award Agreement;

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County of Los Angeles

13 By Frank Ruller-Thoma
14 Chairman, Board of Supervisors

15 APPROVED AS TO FORM
16 BY COUNTY COUNSEL:

ATTEST: SACHI A. HAMAI
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

17 By Sachelle Smithman, Deputy

18 JOHN F. KRATTLI

19 By Jennifer A. D. Lehman
20 Jennifer A. D. Lehman
21 Principal Deputy County Counsel

1 **BOARD OF SUPERVISORS**
2 **COUNTY OF LOS ANGELES**
3 **RESOLUTION**

4 Authorization to Accept a Grant Award from the
5 State of California, Department of Insurance
6 Pursuant to California Insurance Code
7 Chapter 12, commencing with §1871, et seq.

8 **WHEREAS**, the provisions of §1872.8 of the California
9 Insurance Code authorize the State of California, Department of Insurance to
10 award and distribute certain funds to District Attorneys submitting plans
11 approved by the Fraud Division for the increased investigation and
12 prosecution of fraudulent automobile insurance claims; and the District
13 Attorney is charged with providing prosecution of all felony offenses
14 committed within this County; and

15 **WHEREAS**, the County of Los Angeles, acting through its Board of
16 Supervisors, desires to combat automobile insurance fraud by undertaking a
17 certain project designated the "Automobile Insurance Fraud Program" by the
18 District Attorney, to be funded through funds made available by the Insurance
19 Fraud Prevention Act as provided for pursuant to California Insurance Code
20 §1872.8, administered by the State of California, Department of Insurance; and

21 **WHEREAS**, the State of California, Department of Insurance
22 approved the fraud reduction plan submitted by the Los Angeles County District
23 Attorney's Office for FY 2013-2014, for the Automobile Insurance Fraud Program
24 for this specific task.

25 **NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors
26 of the County of Los Angeles hereby authorizes and approves acceptance of grant
funds from the State of California, Department of Insurance, to be used

1 exclusively for the program designated the "Automobile Insurance Fraud Program"
2 for the period covering July 1, 2013 to June 30, 2014;

3 **BE IT FURTHER RESOLVED** that the County of Los Angeles
4 hereby authorizes the District Attorney to serve as Project Director and to
5 perform all further tasks necessary for the completion of the project,
6 including any extensions, execution and submission of amendments,
7 progress reports, and payment requests relating to the Grant Award
8 Agreement;

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6 this 9th day of April, 2013.



County of Los Angeles

13 By Paul R. Kelly-Thorne
Chairman, Board of Supervisors

14 APPROVED AS TO FORM
BY COUNTY COUNSEL:

15 JOHN F. KRATTLI

ATTEST: SACHI A. HAMAI
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

16 By Sachelle Ami Therman Deputy

17 By Jennifer A. D. Lehman
18 Jennifer A. D. Lehman
Principal Deputy County Counsel